

From: John Blake
To: Jan Morse
Date: 03/07/2008 8:18 AM
Subject: Re: Surety Concurrence for Red Leaf Resources

SITLA concurs with the reclamation bonds estimate recommended by DOGM. Thank you.

>>> Jan Morse 3/7/2008 6:41 AM >>>
Will,

I have reviewed the seven Notices of Intention for Small Mining Operations submitted by Red Leaf Resources for their oil shale operations in Uintah County. The surety amount for each of the seven sites is \$20,700 escalated for three years, or \$22,300.00 escalated for five years. This was determined based on:

3-year escalation (2010)

Item	Qty	Unit Cost	Total Cost
1st Acre Disturbance	1	\$5,900.00	\$5,900.00
Add'l Acres Disturbance	4	\$3,700.00	\$14,800.00

TOTAL \$20,700.00

5-year escalation (2012)

Item	Qty	Unit Cost	Total Cost
1st Acre Disturbance	1	\$6,300.00	\$6,300.00
Add'l Acres Disturbance	4	\$4,000.00	\$16,000.00

TOTAL \$22,300.00

These numbers apply to each of the seven Notices submitted on February 25, 2007. Our file numbers are:

S/047/0093 RLR Site #1
S/047/0094 RLR Site #2
S/047/0095 RLR Site #3
S/047/0096 RLR Site #4
S/047/0097 RLR Site #5
S/047/0098 RLR Site #6
S/047/0099 RLR Site #7

Please send your concurrence via email.

Thanks!